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CC:	
Date:	Wed, 12/10/2014 6:55:20 PM
Subject:	Daily Update

Quote of the Day

"There is only one boss. The customer. And he can fire everybody in the company from the chairman on down, simply by spending his money somewhere else." - Sam Walton

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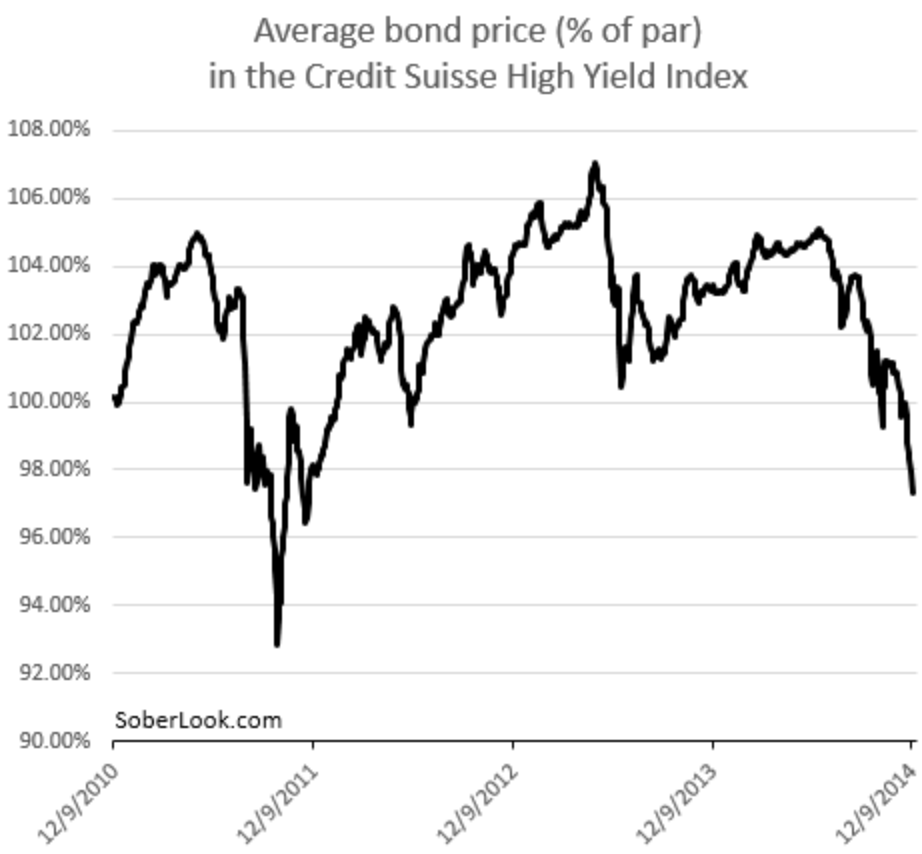
- Indigestion remains. Credit is weak, equities are volatile and rates are in rally mode. Oil is down again as OPEC lowered their 2015 demand forecast ($62.51). Overall, market liquidity is fatigued as a number of fast money accounts appear to be giving up on the year. Investors seem to be reevaluating growth expectations and reconsidering policy expectations. At this point, it feels temporary but markets are cautious as they assess whether risk is shifting posture. There are some positive smoke signals out there including the performance of the R2k (which was up almost 2% yesterday) and the Nazzy (which was up ½ point). 2015 homework assignment (I went to the MS credit conference yesterday and this question resonated with me): "What do you need to get paid for higher volatility?" (my other favorite quote: "Real money is the new fast money"). Greek CDS is spiking (again)… Congress has an agreement on a funding bill for which they are preparing to vote now. 10 yr: 2.22% Eminis: -4.75

- Data: Nothing today. Retail sales tomorrow. Reminder: Fed minutes are due on the 17th

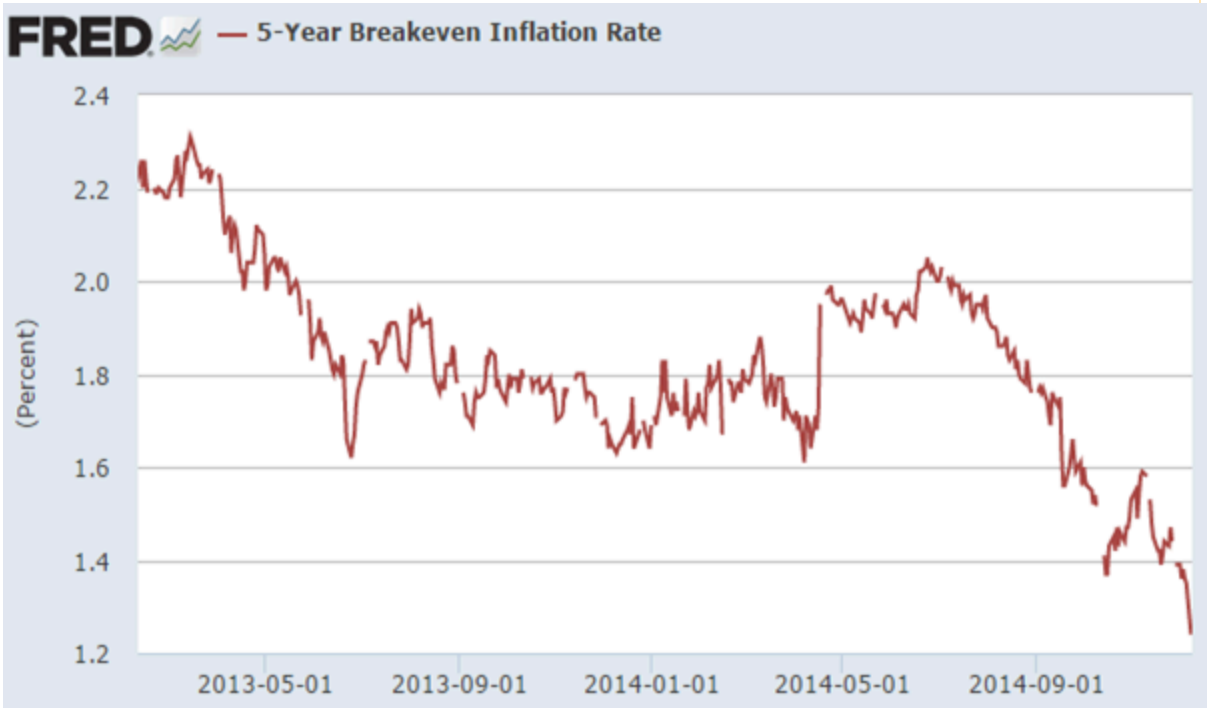
- Credit: Loans opening "flat to not strong" (footnote: Ricky Lam). Loans had a weak day yesterday (our negative price mover list was three pages long today). The morning was weaker than the afternoon as a few mutual funds with small cash and a couple of warehouses came in later in the day and lifted some names. High yield is still weak as well as is the HY index. JPM HY index: 1.74% JPM LL index: 2.34%. How's that taste?



BKLN (Loan ETF)

- Charts of the Day:

Yikes!!!



- Other:
    - OPEC cuts demand view http://washpost.bloomberg.com/Story?docId=1376-NGC8BN6KLVRC01-17VV076JCUF5PQNGE61LC60HEG
    - Watch ur back Wills!!!

- HY: 105 7/8 (-9/16) more pain
- IG: 66 ¼ (+1 ½) hmmmmmmmmmmmmm….
- CSLLI: -0.74% mtd / 2.44% ytd

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